



Department of Motor Vehicles
Tax Services
P.O. Box 27422
Richmond, VA 23269-7422

VIRGINIA RENTAL TAX INFORMATION AND NEWS

Follow-up Regarding 2007 Legislation

December 2007

In November, 2007 you received information regarding the new 2% Authority fee that must be charged on the gross proceeds from the rental of a daily rental vehicle in any county or city included in the Hampton Roads and Northern Virginia Authorities. The collection of the fee is effective for the Northern Virginia Authority on January 1, 2008 and for the Hampton Roads Authority on April 1, 2008.

We have received questions as to whether the heavy vehicle exemption applies to this new fee. House Bill 3202 does not provide an exemption from this fee for these vehicles. Please use the following guide to assist you in the collection of the new fee as well as the taxes and fees you have previously been collecting.

TYPE OF VEHICLE	TAX REQUIRED	2% RENTAL FEE REQUIRED	2% AUTHORITY FEE REQUIRED
Motor vehicles with a gross vehicle weight rating or gross combined weight rating of 26,000 pounds or less	8% (4% state rental tax and 4% additional rental tax)	Yes	Yes
Motor vehicles with a gross vehicle weight rating or gross combined weight rating of 26,001 pounds or more	4% additional rental tax	Yes	Yes
Manufactured homes	4% state rental tax	No	No
Mobile offices	No tax required	No	No
Motorcycles	4% state rental tax	No	No

Contact Information

If you have any questions regarding this information, contact a Rental Tax representative at:

(804) 367-4324
(800) 272-9268 (deaf or hearing impaired only)
(804) 367-5437 (fax)
ronnie.jones@dmv.virginia.gov (email)